



Agenda Memo

Crest Hill, IL

Meeting Date:	9/18/23
Submitter:	Blaine Kline, Assistant Director of Public Works
Department:	Public Works
Agenda Item:	Approval of disbursement of Pay Requests #5 and #6 to Vissering Construction Inc. prior to receiving payment from the IEPA in the amount of \$2,534,602.17

Summary:

As part of the normal pay procedures for the IEPA loan project at the West Treatment plant, staff brings council the pay request for approval and as part of the approval process the City waits to release payment to the contractor until we have received payment from the IEPA. The IEPA's fiscal year runs from July 1 to June 30. The agency stops all payments/disbursements around the start of each FY for an audit to be completed, which is required by law.

Typically, the audit lasts approximately a month and disbursements resume in early August. This year, for whatever reason, the shutdown occurred earlier than usual (mid-June) and lasted well beyond a month. As of today, no payments from IEPA have been received since May. Vissering was aware and expected a two-month delay in payments, but this abnormally long shutdown is not sustainable by the contractor and releasing two payments would keep the project on schedule and avoid any shutdown.

Recommended Council Action:

Approval to release Pay Requests #5 and #6 to Vissering Construction Inc. in the amount of \$2,534,602.17 prior to receiving payment from the IEPA.

Financial Impact: n/a

Funding Source:

Budgeted Amount:

Cost:

Attachments:

West Plant Payment Status